

AMENDED IN ASSEMBLY JUNE 30, 2014  
AMENDED IN ASSEMBLY JUNE 18, 2014  
AMENDED IN SENATE JANUARY 27, 2014  
AMENDED IN SENATE JANUARY 21, 2014  
AMENDED IN SENATE JANUARY 6, 2014  
AMENDED IN SENATE APRIL 2, 2013

**SENATE BILL**

**No. 663**

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**Introduced by Senator Lara**

*(Principal coauthors: Assembly Members Garcia and Hall)*

***(Coauthor: Senator Hernandez)***

*(Coauthors: Assembly Members Bocanegra, Bradford, Chau, Holden,  
and Rendon)*

February 22, 2013

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An act to amend Sections 33670, 34172, and 34183 of the Health and Safety Code, and to add Section ~~95.5~~ 95.6 to the Revenue and Taxation Code, relating to local government, *and declaring the urgency thereof, to take effect immediately.*

LEGISLATIVE COUNSEL'S DIGEST

SB 663, as amended, Lara. Local government: redevelopment: revenues from property tax override rates.

Existing law dissolved redevelopment agencies and community development agencies as of February 1, 2012, and provides for the designation of successor agencies to wind down the affairs of the dissolved redevelopment agencies. Existing law requires revenues equivalent to those that would have been allocated to each

redevelopment agency, had the agency not been dissolved, to be allocated to the Redevelopment Property Tax Trust Fund of each successor agency for making payments on the principal of and interest on loans, and moneys advanced to or indebtedness incurred by the dissolved redevelopment agencies. Existing law requires, from February 1, 2012, to July 1, 2012, inclusive, and for each fiscal year thereafter, the county auditor-controller, after deducting administrative costs, to allocate property tax revenues in each Redevelopment Property Tax Trust Fund in a specified manner.

This bill, for the 2014–15 fiscal year and each fiscal year thereafter, would prohibit any revenues derived from the imposition of a property tax rate, approved by the voters of a city, county, or city and county to make payments in support of pension programs and levied in addition to the general property tax rate, from being allocated to a Redevelopment Property Tax Trust Fund and would, instead, require these revenues be allocated to, and when collected to be paid into, the fund of the city, county, or city and county whose voters approved the tax unless, following a written request with each Recognized Obligation Payment Schedule cycle from the successor agency to the city, county, or city and county whose voters approved the tax, the city, county, or city and county authorizes the use of the revenues by the successor agency to pay any enforceable obligation, as specified. The bill would require any revenues derived from the imposition of a property tax rate as so described that have been pledged as security for the payment of any indebtedness obligation to be allocated to the successor agency to pay that indebtedness obligation, as specified. The bill would require all allocations of revenues derived from the imposition of a property tax rate as so described made by any county auditor-controller prior to July 1, 2014, to be deemed correct, and would prohibit any city, county, city and county, county auditor-controller, successor agency, or affected taxing entity from being subject to any claim, as specified.

By adding to the duties of local government officials, this bill would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that, if the Commission on State Mandates determines that the bill contains costs mandated by the state, reimbursement for those costs shall be made pursuant to these statutory provisions.

*This bill would declare that it is to take effect immediately as an urgency statute.*

Vote: ~~majority~~<sup>2/3</sup>. Appropriation: no. Fiscal committee: yes.  
State-mandated local program: yes.

*The people of the State of California do enact as follows:*

1 SECTION 1. (a) The Legislature finds and declares all of the  
2 following:

3 (1) The California Constitution limits property-based tax levies,  
4 with exceptions to these limits only when a local jurisdiction  
5 obtains the approval of its voting electorate to use additional  
6 property-based tax levies for specific purposes approved by the  
7 voting electorate, in accordance with applicable constitutional and  
8 statutory provisions.

9 (2) With the enactment of Chapter 5 of the 2011–12 First  
10 Extraordinary Session (Assembly Bill 26), the Legislature intended  
11 that, upon dissolution of redevelopment agencies in the State of  
12 California, property taxes that would have been allocated to  
13 redevelopment agencies are no longer deemed tax increment.  
14 Instead, those taxes are deemed property tax revenues and are to  
15 be allocated first to successor agencies to make payments on the  
16 indebtedness incurred by the dissolved redevelopment agencies,  
17 with remaining balances allocated in accordance with applicable  
18 constitutional and statutory provisions.

19 (3) It is the intent of the Legislature in enacting this act to do  
20 all of the following:

21 (A) If a redevelopment agency had previously pledged revenues  
22 derived from the imposition of a property tax rate, approved by  
23 the voters of a city, county, or city and county to make payments  
24 in support of pension programs and levied in addition to the  
25 property tax rate limited by subdivision (a) of Section 1 of Article  
26 XIII A of the California Constitution, to pay a portion of the debt  
27 service due on indebtedness incurred by the former redevelopment  
28 agency on an approved recognized obligation payment schedule,  
29 then the successor agency shall continue to pledge those revenues,  
30 in a commensurate rate going forward. For example, if revenues  
31 derived from a pension tax rate approved by the voters of a city,  
32 county, or city and county were pledged to pay up to 25 percent  
33 of the annual debt service for the indebtedness approved in a

1 recognized obligation payment schedule, the successor agency  
2 shall continue to pay up to 25 percent of the annual debt service  
3 on the indebtedness until maturity. Any and all excess pledged  
4 revenues derived from the pension property tax rate that are not  
5 necessary to pay the debt service on the indebtedness shall be  
6 allocated and paid to the city, county, or city and county whose  
7 voters approved the pension property tax rate.

8 (B) Ensure that the use of revenues derived from the imposition  
9 of a property tax rate approved by the voters of a city, county, or  
10 city and county, to make payments in support of pension programs  
11 and levied in addition to the property tax rate limited by subdivision  
12 (a) of Section 1 of Article XIII A of the California Constitution,  
13 is consistent with the use approved by the voters of a city, county,  
14 or city and county, once revenues from such property tax rates are  
15 not needed to pay approved indebtedness of a former  
16 redevelopment agency.

17 (C) Implement the allocation and distribution of voter-approved,  
18 property-based tax revenues for pension programs under the  
19 redevelopment dissolution process in a manner that would have  
20 been consistent with the allocation and distribution of those  
21 revenues had redevelopment agencies not been dissolved, in  
22 accordance with applicable constitutional provisions.

23 (4) Further, it is the intent of the Legislature that this act not  
24 affect any property tax allocations that occurred prior to July 1,  
25 2014.

26 SEC. 2. Section 33670 of the Health and Safety Code is  
27 amended to read:

28 33670. Any redevelopment plan may contain a provision that  
29 taxes, if any, levied upon taxable property in a redevelopment  
30 project each year by or for the benefit of the State of California,  
31 any city, county, city and county, district, or other public  
32 corporation (hereinafter sometimes called “taxing agencies”) after  
33 the effective date of the ordinance approving the redevelopment  
34 plan, shall be divided as follows:

35 (a) That portion of the taxes which would be produced by the  
36 rate upon which the tax is levied each year by or for each of the  
37 taxing agencies upon the total sum of the assessed value of the  
38 taxable property in the redevelopment project as shown upon the  
39 assessment roll used in connection with the taxation of that property  
40 by the taxing agency, last equalized prior to the effective date of

the ordinance, shall be allocated to and when collected shall be paid to the respective taxing agencies as taxes by or for the taxing agencies on all other property are paid (for the purpose of allocating taxes levied by or for any taxing agency or agencies which did not include the territory in a redevelopment project on the effective date of the ordinance but to which that territory has been annexed or otherwise included after that effective date, the assessment roll of the county last equalized on the effective date of the ordinance shall be used in determining the assessed valuation of the taxable property in the project on the effective date).

(b) Except as provided in subdivision (e) or in Section 33492.15, that portion of the levied taxes each year in excess of that amount shall be allocated to and when collected shall be paid into a special fund of the redevelopment agency to pay the principal of and interest on loans, moneys advanced to, or indebtedness (whether funded, refunded, assumed, or otherwise) incurred by the redevelopment agency to finance or refinance, in whole or in part, the redevelopment project. Unless and until the total assessed valuation of the taxable property in a redevelopment project exceeds the total assessed value of the taxable property in that project as shown by the last equalized assessment roll referred to in subdivision (a), all of the taxes levied and collected upon the taxable property in the redevelopment project shall be paid to the respective taxing agencies. When the loans, advances, and indebtedness, if any, and interest thereon, have been paid, all moneys thereafter received from taxes upon the taxable property in the redevelopment project shall be paid to the respective taxing agencies as taxes on all other property are paid.

(c) In any redevelopment project in which taxes have been divided pursuant to this section prior to 1968, located within any county with total assessed valuation subject to general property taxes for the 1967–68 fiscal year between two billion dollars (\$2,000,000,000) and two billion one hundred million dollars (\$2,100,000,000), if the total assessed valuation of taxable property within the redevelopment project for the 1967–68 fiscal year was reduced, the total sum of the assessed value of taxable property used as the basis for apportionment of taxes under subdivision (a) shall be reduced by 10 percent for the 1968–69 fiscal year and fiscal years thereafter.

(d) For the purposes of this section, taxes shall not include taxes from the supplemental assessment roll levied pursuant to Chapter 3.5 (commencing with Section 75) of Part 0.5 of Division 1 of the Revenue and Taxation Code for the 1983–84 fiscal year.

(e) That portion of the taxes in excess of the amount identified in subdivision (a) which are attributable to a tax rate levied by a taxing agency for the purpose of producing revenues in an amount sufficient to make annual repayments of the principal of, and the interest on, any bonded indebtedness for the acquisition or improvement of real property shall be allocated to, and when collected shall be paid into, the fund of that taxing agency. This subdivision shall only apply to taxes levied to repay bonded indebtedness approved by the voters of the taxing agency on or after January 1, 1989.

(f) (1) That portion of the taxes in excess of the amount identified in subdivision (a) which are attributable to revenues derived from the imposition of a property tax rate, approved by the voters of a city, county, or city and county to make payments in support of pension programs and levied in addition to the property tax rate limited by subdivision (a) of Section 1 of Article XIII A of the California Constitution, shall not be allocated to the Redevelopment Property Tax Trust Fund established pursuant to subdivision (b) of Section 34170.5 but shall be allocated to, and when collected shall be paid into, the fund of the city, county, or city and county whose voters approved the tax unless, following a written request with each Recognized Obligation Payment Schedule cycle from the successor agency, as defined in subdivision (j) of Section 34171, to the city, county, or city and county whose voters approved the tax, the city, county, or city and county authorizes the use of the revenues from the fund of the city, county, or city and county by the successor agency to pay any enforceable obligation, as defined in subdivision (d) of Section 34171, on an approved Recognized Obligation Payment Schedule pursuant to subdivisions (l) and (m) of Section 34177 and subdivision (h) of Section 34179.

(2) Subject to the approval of the city, county, or city and county as provided for in paragraph (1), the amounts necessary to pay approved enforceable obligations shall be allocated to the successor agency pursuant to paragraph (2) of subdivision (a) of Section 34183, from revenues derived from the imposition of a property

1 tax rate, approved by the voters of a city, county, or city and county  
2 to make payments in support of pension programs and levied in  
3 addition to the property tax rate limited by subdivision (a) of  
4 Section 1 of Article XIII A of the California Constitution, but only  
5 after all other moneys deposited in the successor agency's  
6 Redevelopment Property Tax Trust Fund established pursuant to  
7 subdivision (b) of Section 34170.5 have been exhausted.

8 (3) Any revenues derived from the imposition of a property tax  
9 rate, approved by the voters of a city, county, or city and county  
10 to make payments in support of pension programs, known as a  
11 pension tax rate, and levied in addition to the property tax rate  
12 limited by subdivision (a) of Section 1 of Article XIII A of the  
13 California Constitution, that have been pledged as security for the  
14 payment of any indebtedness obligation, as defined in subdivision  
15 (e) of Section 34171, shall be allocated to the successor agency,  
16 after all other moneys deposited in the successor agency's  
17 Redevelopment Property Tax Trust Fund established pursuant to  
18 subdivision (b) of Section 34170.5 have been exhausted, in the  
19 amount necessary to pay that indebtedness obligation for an  
20 applicable Recognized Obligation Payment Schedule cycle, until  
21 such time as that indebtedness obligation has been completely paid  
22 off. Any and all excess pledged revenues derived from the pension  
23 property tax rate that are not necessary to pay the debt service on  
24 the indebtedness shall be allocated and paid to the city, county, or  
25 city and county whose voters approved the pension property tax  
26 rate.

27 SEC. 3. Section 34172 of the Health and Safety Code is  
28 amended to read:

29 34172. (a) (1) All redevelopment agencies and redevelopment  
30 agency components of community development agencies created  
31 under Part 1 (commencing with Section 33000), Part 1.5  
32 (commencing with Section 34000), Part 1.6 (commencing with  
33 Section 34050), and Part 1.7 (commencing with Section 34100)  
34 that were in existence on the effective date of this part are hereby  
35 dissolved and shall no longer exist as a public body, corporate or  
36 politic. Nothing in this part dissolves or otherwise affects the  
37 authority of a community redevelopment commission, other than  
38 in its authority to act as a redevelopment agency, in its capacity  
39 as a housing authority or for any other community development  
40 purpose of the jurisdiction in which it operates. For those other

1 nonredevelopment purposes, the community development  
2 commission derives its authority solely from federal or local laws,  
3 or from state laws other than the Community Redevelopment Law  
4 (Part 1 (commencing with Section 33000)).

5 (2) A community in which an agency has been dissolved under  
6 this section may not create a new agency pursuant to Part 1  
7 (commencing with Section 33000), Part 1.5 (commencing with  
8 Section 34000), Part 1.6 (commencing with Section 34050), or  
9 Part 1.7 (commencing with Section 34100). However, a community  
10 in which the agency has been dissolved and the successor entity  
11 has paid off all of the former agency's enforceable obligations  
12 may create a new agency pursuant to Part 1 (commencing with  
13 Section 33000), Part 1.5 (commencing with Section 34000), Part  
14 1.6 (commencing with Section 34050), or Part 1.7 (commencing  
15 with Section 34100), subject to the tax increment provisions  
16 contained in Chapter 3.5 (commencing with Section 34194.5) of  
17 Part 1.9 (commencing with Section 34192).

18 (b) All authority to transact business or exercise powers  
19 previously granted under the Community Redevelopment Law  
20 (Part 1 (commencing with Section 33000)) is hereby withdrawn  
21 from the former redevelopment agencies.

22 (c) Solely for purposes of Section 16 of Article XVI of the  
23 California Constitution, the Redevelopment Property Tax Trust  
24 Fund shall be deemed to be a special fund of the dissolved  
25 redevelopment agency to pay the principal of and interest on loans,  
26 moneys advanced to, or indebtedness, whether funded, refunded,  
27 assumed, or otherwise incurred by the redevelopment agency to  
28 finance or refinance, in whole or in part, the redevelopment projects  
29 of each redevelopment agency dissolved pursuant to this part.

30 (d) Except as provided in subdivision (c) of Section 34183,  
31 revenues equivalent to those that would have been allocated  
32 pursuant to subdivision (b) of Section 16 of Article XVI of the  
33 California Constitution shall be allocated to the Redevelopment  
34 Property Tax Trust Fund of each successor agency for making  
35 payments on the principal of and interest on loans, and moneys  
36 advanced to or indebtedness incurred by the dissolved  
37 redevelopment agencies. Amounts in excess of those necessary to  
38 pay obligations of the former redevelopment agency shall be  
39 deemed to be property tax revenues within the meaning of



1 subdivision (a) of Section 1 of Article XIII A of the California  
2 Constitution.

3 SEC. 4. Section 34183 of the Health and Safety Code is  
4 amended to read:

5 34183. (a) Notwithstanding any other law, from February 1,  
6 2012, to July 1, 2012, and for each fiscal year thereafter, the county  
7 auditor-controller shall, after deducting administrative costs  
8 allowed under Section 34182 and Section 95.3 of the Revenue and  
9 Taxation Code and revenues allocated pursuant to subdivision (c),  
10 allocate moneys in each Redevelopment Property Tax Trust Fund  
11 as follows:

12 (1) Subject to any prior deductions required by subdivision (b),  
13 first, the county auditor-controller shall remit from the  
14 Redevelopment Property Tax Trust Fund to each local agency and  
15 school entity an amount of property tax revenues in an amount  
16 equal to that which would have been received under Section 33401,  
17 33492.140, 33607, 33607.5, 33607.7, or 33676, as those sections  
18 read on January 1, 2011, or pursuant to any passthrough agreement  
19 between a redevelopment agency and a taxing entity that was  
20 entered into prior to January 1, 1994, that would be in force during  
21 that fiscal year, had the redevelopment agency existed at that time.  
22 The amount of the payments made pursuant to this paragraph shall  
23 be calculated solely on the basis of passthrough payment  
24 obligations, existing prior to the effective date of this part and  
25 continuing as obligations of successor entities, shall occur no later  
26 than May 16, 2012, and no later than June 1, 2012, and each  
27 January 2 and June 1 thereafter. Notwithstanding subdivision (e)  
28 of Section 33670, that portion of the taxes in excess of the amount  
29 identified in subdivision (a) of Section 33670, which are  
30 attributable to a tax rate levied by a taxing entity for the purpose  
31 of producing revenues in an amount sufficient to make annual  
32 repayments of the principal of, and the interest on, any bonded  
33 indebtedness for the acquisition or improvement of real property  
34 shall be allocated to, and when collected shall be paid into, the  
35 fund of that taxing entity. The amount of passthrough payments  
36 computed pursuant to this section, including any passthrough  
37 agreements, shall be computed as though the requirement to set  
38 aside funds for the Low and Moderate Income Housing Fund was  
39 still in effect.

(2) Second, on June 1, 2012, and each January 2 and June 1 thereafter, to each successor agency for payments listed in its Recognized Obligation Payment Schedule for the six-month fiscal period beginning January 1, 2012, and July 1, 2012, and each January 2 and June 1 thereafter, in the following order of priority:

(A) Debt service payments scheduled to be made for tax allocation bonds.

(B) Payments scheduled to be made on revenue bonds, but only to the extent the revenues pledged for them are insufficient to make the payments and only if the agency's tax increment revenues were also pledged for the repayment of the bonds.

(C) Payments scheduled for other debts and obligations listed in the Recognized Obligation Payment Schedule that are required to be paid from former tax increment revenue.

(3) Third, on June 1, 2012, and each January 2 and June 1 thereafter, to each successor agency for the administrative cost allowance, as defined in Section 34171, for administrative costs set forth in an approved administrative budget for those payments required to be paid from former tax increment revenues.

(4) Fourth, on June 1, 2012, and each January 2 and June 1 thereafter, any moneys remaining in the Redevelopment Property Tax Trust Fund after the payments and transfers authorized by paragraphs (1) to (3), inclusive, shall be distributed to local agencies and school entities in accordance with Section 34188.

(b) If the successor agency reports, no later than April 1, 2012, and May 1, 2012, and each December 1 and May 1 thereafter, to the county auditor-controller that the total amount available to the successor agency from the Redevelopment Property Tax Trust Fund allocation to that successor agency's Redevelopment Obligation Retirement Fund, from other funds transferred from each redevelopment agency, and from funds that have or will become available through asset sales and all redevelopment operations, are insufficient to fund the payments required by paragraphs (1) to (3), inclusive, of subdivision (a) in the next six-month fiscal period, the county auditor-controller shall notify the Controller and the Department of Finance no later than 10 days from the date of that notification. The county auditor-controller shall verify whether the successor agency will have sufficient funds from which to service debts according to the Recognized Obligation Payment Schedule and shall report the findings to the

1 Controller. If the Controller concurs that there are insufficient  
2 funds to pay required debt service, the amount of the deficiency  
3 shall be deducted first from the amount remaining to be distributed  
4 to taxing entities pursuant to paragraph (4) of subdivision (a), and  
5 if that amount is exhausted, from amounts available for distribution  
6 for administrative costs in paragraph (3) of subdivision (a). If an  
7 agency, pursuant to the provisions of Section 33492.15, 33492.72,  
8 33607.5, 33671.5, 33681.15, or 33688 or as expressly provided in  
9 a passthrough agreement entered into pursuant to Section 33401,  
10 made passthrough payment obligations subordinate to debt service  
11 payments required for enforceable obligations, funds for servicing  
12 bond debt may be deducted from the amounts for passthrough  
13 payments under paragraph (1) of subdivision (a), as provided in  
14 those sections, but only to the extent that the amounts remaining  
15 to be distributed to taxing entities pursuant to paragraph (4) of  
16 subdivision (a) and the amounts available for distribution for  
17 administrative costs in paragraph (3) of subdivision (a) have all  
18 been exhausted.

19 (c) (1) (A) Notwithstanding any other law, for the 2014–15  
20 fiscal year and each fiscal year thereafter, any revenues derived  
21 from the imposition of a property tax rate, approved by the voters  
22 of a city, county, or city and county to make payments in support  
23 of pension programs and levied in addition to the property tax rate  
24 limited by subdivision (a) of Section 1 of Article XIII A of the  
25 California Constitution, shall not be allocated to each  
26 Redevelopment Property Tax Trust Fund and shall instead be  
27 allocated to, and when collected shall be paid into, the fund of the  
28 city, county, or city and county whose voters approved the tax  
29 unless, following a written request with each Recognized  
30 Obligation Payment Schedule cycle from the successor agency to  
31 the city, county, or city and county whose voters approved the tax,  
32 the city, county, or city and county authorizes the use of the  
33 revenues from the fund of the city, county, or city and county by  
34 the successor agency to pay any enforceable obligation, as defined  
35 in subdivision (d) of Section 34171, on an approved Recognized  
36 Obligation Payment Schedule pursuant to subdivisions (l) and (m)  
37 of Section 34177 and subdivision (h) of Section 34179.

38 (B) Subject to the approval of the city, county, or city and county  
39 as provided for in paragraph (1), the amounts necessary to pay  
40 approved enforceable obligations shall be allocated to the successor

1 agency pursuant to paragraph (2) of subdivision (a), from revenues  
2 derived from the imposition of a property tax rate, approved by  
3 the voters of the city, county, or city and county to make payments  
4 in support of pension programs and levied in addition to the  
5 property tax rate limited by subdivision (a) of Section 1 of Article  
6 XIII A of the California Constitution, but only after all other  
7 moneys deposited in the successor agency's Redevelopment  
8 Property Tax Trust Fund have been exhausted.

9 (C) Any revenues derived from the imposition of a property tax  
10 rate, approved by the voters of a city, county, or city and county  
11 to make payments in support of pension programs and levied in  
12 addition to the property tax rate limited by subdivision (a) of  
13 Section 1 of Article XIII A of the California Constitution, that have  
14 been pledged as security for the payment of any indebtedness  
15 obligation shall be allocated to the successor agency, after all other  
16 moneys deposited in the successor agency's Redevelopment  
17 Property Tax Trust Fund have been exhausted, in the amount  
18 necessary to pay that indebtedness obligation for an applicable  
19 Recognized Obligation Payment Schedule cycle, until such time  
20 as that indebtedness obligation has been completely paid off. Any  
21 and all excess pledged revenues derived from the pension property  
22 tax rate that are not necessary to pay the debt service on the  
23 indebtedness shall be allocated and paid to the city, county, or city  
24 and county whose voters approved the pension property tax rate.

25 (2) Notwithstanding any other law, all allocations of revenues  
26 derived from the imposition of a property tax rate, approved by  
27 the voters of a city, county, or city and county to make payments  
28 in support of pension programs and levied in addition to the  
29 property tax rate limited by subdivision (a) of Section 1 of Article  
30 XIII A of the California Constitution, made by any county  
31 auditor-controller prior to July 1, 2014, shall be deemed correct  
32 and shall not be affected by this act. A city, county, city and county,  
33 county auditor-controller, successor agency, or affected taxing  
34 entity shall not be subject to any claim for money, damages, or  
35 reallocated revenues based on any allocation of such revenues  
36 prior to July 1, 2014.

37 (d) The county treasurer may loan any funds from the county  
38 treasury to the Redevelopment Property Tax Trust Fund of the  
39 successor agency for the purpose of paying an item approved on  
40 the Recognized Obligation Payment Schedule at the request of the

1 Department of Finance that are necessary to ensure prompt  
2 payments of redevelopment agency debts. An enforceable  
3 obligation is created for repayment of those loans.

4 (e) The Controller may recover the costs of audit and oversight  
5 required under this part from the Redevelopment Property Tax  
6 Trust Fund by presenting an invoice therefor to the county  
7 auditor-controller who shall set aside sufficient funds for and  
8 disburse the claimed amounts prior to making the next distributions  
9 to the taxing entities pursuant to Section 34188. Subject to the  
10 approval of the Director of Finance, the budget of the Controller  
11 may be augmented to reflect the reimbursement, pursuant to  
12 Section 28.00 of the Budget Act.

13 (f) Within 10 days of each distribution of property tax, the  
14 county auditor-controller shall provide a report to the department  
15 regarding the distribution for each successor agency that includes  
16 information on the total available for allocation, the passthrough  
17 amounts and how they were calculated, the amounts distributed  
18 to successor agencies, and the amounts distributed to taxing entities  
19 in a manner and form specified by the department. This reporting  
20 requirement shall also apply to distributions required under  
21 subdivision (b) of Section 34183.5.

22 SEC. 5. Section ~~95.5~~ 95.6 is added to the Revenue and Taxation  
23 Code, to read:

24 ~~95.5.~~

25 95.6. Notwithstanding any other law, allocations of revenues  
26 derived from the imposition of a property tax rate, approved by  
27 the voters of a city, county, or city and county to make payments  
28 in support of pension programs and levied in addition to the  
29 property tax rate limited by subdivision (a) of Section 1 of Article  
30 XIII A of the California Constitution, shall be made pursuant to  
31 subdivision (c) of Section 34183 of the Health and Safety Code.

32 SEC. 6. No inference shall be drawn from the enactment of  
33 this act with respect to the use, distribution, or allocation of  
34 revenues derived from the imposition of a property tax rate,  
35 approved by the voters of a city, county, or city and county to make  
36 payments in support of pension programs and levied in addition  
37 to the property tax rate limited by subdivision (a) of Section 1 of  
38 Article XIII A of the California Constitution, made by any county  
39 auditor-controller prior to July 1, 2014.

1 SEC. 7. If the Commission on State Mandates determines that  
2 this act contains costs mandated by the state, reimbursement to  
3 local agencies and school districts for those costs shall be made  
4 pursuant to Part 7 (commencing with Section 17500) of Division  
5 4 of Title 2 of the Government Code.

6 SEC. 8. *This act is an urgency statute necessary for the*  
7 *immediate preservation of the public peace, health, or safety within*  
8 *the meaning of Article IV of the Constitution and shall go into*  
9 *immediate effect. The facts constituting the necessity are:*

10 *In order to avoid underfunded pension programs as a result of*  
11 *revenues derived from the imposition of a property tax rate,*  
12 *approved by the voters of a city, county, or city and county to make*  
13 *payments in support of pension programs and levied in addition*  
14 *to the property tax rate limited by subdivision (a) of Section 1 of*  
15 *Article XIII A of the California Constitution, being allocated first*  
16 *to successor agencies to make payments on the indebtedness*  
17 *incurred by the dissolved redevelopment agencies, with remaining*  
18 *balances being allocated in accordance with applicable*  
19 *constitutional and statutory provisions, instead of being paid*  
20 *entirely into the fund of the city, county, or city and county whose*  
21 *voters approved the tax, it is necessary that this act take effect*  
22 *immediately.*